

LOCAL GOVERNMENT PROPERTY INS FUND
STATEMENT OF OPERATIONS-STATUTORY BASIS As of March 31, 2006(Unaudited)

	1ST QTR	2ND QTR	3RD QTR	4TH QTR	CURR YTD	PRIOR YTD	PRIOR TOTAL
DIRECT PREMIUM EARNED	\$6,321,629.00	\$6,494,722.00	\$5,938,877.01	\$0.00	\$18,755,228.01	\$19,229,655.02	\$25,465,193.02
REINSURANCE CEDED	(881,372.00)	(991,304.00)	(992,359.00)	0.00	(2,865,035.00)	(3,787,417.01)	(4,506,373.01)
NET PREMIUM EARNED	5,440,257.00	5,503,418.00	4,946,518.01	0.00	15,890,193.01	15,442,238.01	20,958,820.01
DIRECT LOSSES PAID	2,598,161.42	2,260,758.99	3,721,362.35	0.00	8,580,282.76	11,371,274.13	13,259,782.18
CHANGE IN CASE UNPAIDS	1,752,953.00	366,364.00	(53,658.00)	0.00	2,065,659.00	(2,778,523.00)	(3,329,340.00)
CHANGE IN IBNR	0.00	576,608.00	717,739.00	0.00	1,294,347.00	0.00	(613,674.00)
DIRECT LOSSES INCURRED	4,351,114.42	3,203,730.99	4,385,443.35	0.00	11,940,288.76	8,592,751.13	9,316,768.18
REINSURANCE RECOVERIES RECEIVED	16,844.00	305,722.00	40,000.00	0.00	362,566.00	3,183,016.00	3,621,831.00
CHANGE IN REINS ON UNPAIDS	700,204.00	(965,389.00)	0.00	0.00	(265,185.00)	(3,204,738.00)	(3,387,005.00)
REINSURANCE RECOVERIES	717,048.00	(659,667.00)	40,000.00	0.00	97,381.00	(21,722.00)	234,826.00
NET LOSSES INCURRED	3,634,066.42	3,863,397.99	4,345,443.35	0.00	11,842,907.76	8,614,473.13	9,081,942.18
LOSS ADJUSTMENT EXP	77,971.80	162,375.22	166,222.41	0.00	406,569.43	552,586.35	774,918.21
UNALLOCATED LOSS COSTS	0.00	0.00	0.00	0.00	0.00	0.00	165,687.00
NET LOSS ADJUSTING EXP	77,971.80	162,375.22	166,222.41	0.00	406,569.43	552,586.35	940,605.21
OTHER UNDERWRITING EXPENSES	291,525.98	413,599.76	340,230.66	0.00	1,045,356.40	1,239,753.64	1,740,814.94
TOTAL LOSSES AND EXPENSES	4,003,564.20	4,439,372.97	4,851,896.42	0.00	13,294,833.59	10,406,813.12	11,763,362.33
NET UNDERWRITING INCOME (LOSS)	1,436,692.80	1,064,045.03	94,621.59	0.00	2,595,359.42	5,035,424.89	9,195,457.68
BOND INTEREST INCOME	82,093.97	67,920.83	32,814.48	0.00	182,829.28	313,784.71	411,465.36
INVESTMENT FUND INCOME-INVEST	342,972.47	450,465.68	555,662.11	0.00	1,349,100.26	425,594.51	683,805.78
INVEST. BOARD EXP.-INVESTMENT	(8,000.00)	(6,388.00)	(14,843.00)	0.00	(29,231.00)	(7,692.00)	(38,940.00)
NET INVESTMENT INCOME	417,066.44	511,998.51	573,633.59	0.00	1,502,698.54	731,687.22	1,056,331.14
NET INCOME (LOSS) BEFORE DIVIDENDS	1,853,759.24	1,576,043.54	668,255.18	0.00	4,098,057.96	5,767,112.11	10,251,788.82
NET INCOME(LOSS)	\$1,853,759.24	\$1,576,043.54	\$668,255.18	\$0.00	\$4,098,057.96	\$5,767,112.11	\$10,251,788.82

See Accountant's Compilation Report

LOCAL GOVERNMENT PROPERTY INS FUND
SUPPORTING SCHEDULE OF PREMIUM EARNED BY LINE
As of March 31, 2006(Unaudited)

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	CURRENT YTD	PRIOR YTD	PRIOR YEAR TOTAL
DIRECT PREMIUM WRITTEN							
PREMIUM WRITTEN-FIRE	\$2,717,154.00	\$600,046.00	\$2,414,497.00	\$0.00	\$5,731,697.00	\$5,995,598.02	\$6,930,804.02
PREMIUM WRITTEN-E.C.	5,495,731.00	1,044,086.00	4,051,836.00	0.00	10,591,653.00	10,965,095.00	12,728,552.00
PREMIUM WRITTEN-I.M.	234,816.00	178,230.00	1,105,961.00	0.00	1,519,007.00	1,454,645.00	1,768,091.00
PREMIUM WRITTEN-B.&T.	40,352.00	14,283.00	157,019.01	0.00	211,654.01	241,950.00	268,343.00
SUBTOTAL	8,488,053.00	1,836,645.00	7,729,313.01	0.00	18,054,011.01	18,657,288.02	21,695,790.02
PREMIUM WRITTEN-AUTO	605,844.00	278,259.00	1,828,118.00	0.00	2,712,221.00	2,763,858.00	3,403,424.00
TOTAL DIRECT PREMIUM WRITTEN	9,093,897.00	2,114,904.00	9,557,431.01	0.00	20,766,232.01	21,421,146.02	25,099,214.02
DIRECT PREMIUM EARNED							
DIRECT PREMIUM EARNED- FIRE	1,802,831.00	1,850,301.00	1,502,391.00	0.00	5,155,523.00	5,280,679.02	6,938,899.02
DIRECT PREMIUM EARNED- E.C.	3,453,001.00	3,479,564.00	2,525,153.00	0.00	9,457,718.00	9,488,479.00	12,528,090.00
DIRECT PREMIUM EARNED- I.M.	327,315.00	378,322.00	683,411.00	0.00	1,389,048.00	1,441,001.00	1,935,630.00
DIRECT PREMIUM EARNED- B.T.	49,999.00	49,878.00	96,996.01	0.00	196,873.01	223,146.00	283,723.00
SUBTOTAL	5,633,146.00	5,758,065.00	4,807,951.01	0.00	16,199,162.01	16,433,305.02	21,686,342.02
DIRECT PREMIUM EARNED- AUTO	688,483.00	736,657.00	1,130,926.00	0.00	2,556,066.00	2,796,350.00	3,778,851.00
TOTAL DIRECT PREMIUM EARNED	6,321,629.00	6,494,722.00	5,938,877.01	0.00	18,755,228.01	19,229,655.02	25,465,193.02
TOTAL REINSURANCE CEDED WRITTE	87,235.00	(22,700.00)	(23,750.00)	0.00	40,785.00	(383,460.01)	(4,008,236.01)
REINSURANCE INCURRED							
REINSURANCE CEDED-FIRE	(183,975.00)	(293,910.00)	(294,960.00)	0.00	(772,845.00)	(1,336,568.01)	(1,261,784.01)
REINSURANCE CEDED-E.C.	(464,931.00)	(464,931.00)	(464,931.00)	0.00	(1,394,793.00)	(1,633,899.00)	(2,283,306.00)
REINSURANCE CEDED-I.M.	(67,802.00)	(67,802.00)	(67,803.00)	0.00	(203,407.00)	(238,277.00)	(315,447.00)
REINSURANCE CEDED-B.T.	(9,686.00)	(9,686.00)	(9,687.00)	0.00	(29,059.00)	(34,040.00)	(45,063.00)
SUBTOTAL	(726,394.00)	(836,329.00)	(837,381.00)	0.00	(2,400,104.00)	(3,242,784.01)	(3,905,600.01)
REINSURANCE CEDED-AUTO	(154,978.00)	(154,975.00)	(154,978.00)	0.00	(464,931.00)	(544,633.00)	(600,773.00)
TOTAL REINSURANCE CEDED INCUR	(881,372.00)	(991,304.00)	(992,359.00)	0.00	(2,865,035.00)	(3,787,417.01)	(4,506,373.01)
TOTAL NET PREMIUM EARNED	\$5,440,257.00	\$5,503,418.00	\$4,946,518.01	\$0.00	\$15,890,193.01	\$15,442,238.01	\$20,958,820.01

See Accountant's Compilation Report

LOCAL GOVERNMENT PROPERTY INS FUND
SUPPORTING SCHEDULE OF OTHER UNDERWRITING EXPENSES
As of March 31, 2006(Unaudited)

	FIRST QUARTER	SECOND QUARTER	THIRD QUARTER	FOURTH QUARTER	CURRENT YTD	PRIOR YTD	PRIOR YEAR TOTAL
OTHER UNDERWRITING EXPENSES							
ISO FEES	\$94,655.11	\$99,189.50	\$100,491.80	\$0.00	\$294,336.41	\$332,416.91	\$615,936.13
AMERICAN APPRAISAL FEES	18,433.00	42,651.00	3,158.00	0.00	64,242.00	86,999.00	111,448.00
SALARIES & OCI P/R ALLOCATIONS	29,065.07	24,555.63	27,370.02	0.00	80,990.72	77,553.46	105,287.51
POSTAGE,PHONE&OFFICE COSTS	1,433.14	(184.19)	14,066.51	0.00	15,315.46	28,061.30	37,931.01
AUDITING-LAB	0.00	19,055.00	0.00	0.00	19,055.00	12,950.00	87,690.00
ACTUARY	0.00	0.00	0.00	0.00	0.00	0.00	17,487.00
TAXES,LICENSES & FEES	42,000.00	42,000.00	56,117.00	0.00	140,117.00	151,200.00	207,579.00
MANAGEMENT CONTRACTED SERVICES	105,939.66	186,332.82	139,027.33	0.00	431,299.81	550,572.97	723,143.29
UNALLOCATED LOSS ADJUSTING	0.00	0.00	0.00	0.00	0.00	0.00	(165,687.00)
TOTAL OTHER UNDERWRITING EXPENSE	<u>\$291,525.98</u>	<u>\$413,599.76</u>	<u>\$340,230.66</u>	<u>\$0.00</u>	<u>\$1,045,356.40</u>	<u>\$1,239,753.64</u>	<u>\$1,740,814.94</u>

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